

This Form 99 is in regard to the October 15, 2006 Quarterly Report for the Travis County Republican Party Federal Committee (ID#C00418889). In the Federal Election Commission Campaign Guide for Political Party Committees dated August 2004, Chapter 13 discusses the allocation of Federal and Nonfederal expenses. Section 3, which is in regard to the allocation methods, says 'Under this allocation ratio, the minimum percentage of federal funds depends upon which federal offices appear on the ballot during the relevant election year: If a Senate candidate, but not a Presidential candidate, appears on the ballot, then at least 21 percent of the expenses must be allocated to the federal account.' This was the case in 2006. Section 4 states, 'A party committee must pay the entire amount of an allocable expense from the federal account; it may transfer funds from the nonfederal account to the federal account solely to cover the nonfederal share of each allocable expense.'

This is what took place here. As required, rent, utilities and similar expenses that cover both federal and nonfederal races were paid out of the federal account. 79% of these expenses were then reimbursed by the county party. Note that the transfers were not receipts maintained by the Travis County Republican Party Federal Committee for nonfederal activity. The transfers were also not from one federal account to another.

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